MATERIALS ENERGY RESEARCH AND RECOVERY CORPORATION

5662 South 300 West Murray, UT 84107

December 10, 1987

Mr. Philip N. Raines Marblehead Lime Company 390 East Joe Orr Road Chicago Heights, IL 60411

Dear Philip:

This is to inform you that M.E.R.R. Corp. has not mined any stone during 1987. We have, however, cleaned up the plant site by selling off for scrap a large proportion of the "resource center". We have also dismantled two buildings and sold the concrete blocks. A large amount of trash has been picked up and disposed of properly.

If you need any further information than this, please let me know.

Yours sincerely,

John Bootle

JB: jm

cc: Jack Minchey